

# House File 2097 - Introduced

HOUSE FILE \_\_\_\_\_  
BY BOAL

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

## A BILL FOR

1 An Act relating to the charges for paint and other vehicle  
2 refinish materials as retail sales under the sales and use  
3 taxes.  
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:  
5 TLSB 5512YH 82  
6 mg/sc/5

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1 1 Section 1. Section 423.1, subsection 45, Code Supplement  
1 2 2007, is amended to read as follows:  
1 3 45. "Retail sale" or "sale at retail" means any sale,  
1 4 lease, or rental for any purpose other than resale, sublease,  
1 5 or subrent. "Retail sale" includes the separately stated  
1 6 charge made for automotive refinish repair paint and other  
1 7 refinish materials that are permanently applied to or affixed  
1 8 to a motor vehicle during its repair.

1 9 EXPLANATION

1 10 This bill amends the definition of "retail sale" to include  
1 11 paint and materials that are applied to or affixed to a motor  
1 12 vehicle during its repair if the charge for each of these  
1 13 items is separately stated. This would result in the purchase  
1 14 of these items by a motor vehicle repair shop exempt from the  
1 15 sales tax because they are considered purchased for resale.  
1 16 LSB 5512YH 82  
1 17 mg/sc/5